1 2 3 4	ussyorktowncvs10@yahoo.com Mailing: 1319 Kingswood Ct., Ft Myers FL 3	3919
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6	Attorney for Plaintiffs and those similarly si	tuated
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9 10		DISTRICT COURT CT OF CALIFORNIA
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12 13 14 15 16 17 18 19 20 21 22 23 24 25 26	Lily Jeung, Amy Sayers, and Darren) Walchesky, on behalf of themselves) and all others similarly situated) Plaintiffs,) vs.) Yelp, Inc.)	No. CV14-06223 FMO (ASX) Motion to take Default of Yelp, Inc. Motion for monetary sanctions against Yelp, Inc. and in-house Aaron Schur, Motion that deposition of CEO Jeremy Stoppeman and Vice President controlling writers be permitted after presently set discovery cutoff date or until completed Motion that new mediation be Ordered, Yelp, Inc. pays
27 28		When: June 25, 2015 10:00 am Where: Courtroom No.: 22 - 5th Floor
29	NOTICE IS HEREBY GIVEN that plain	ntiffs shall make and do make a
30	Motion on Thursday, June 25, 2015 at	10:00 am Pacific Time, at 312 North
31	Spring Street, Los Angeles in the Cou	rtroom of Judge Olguin, Courtroom
32	No.: 22 - 5th Floor, to have the Court	take the Default of Yelp, Inc., for

MOTION TO TAKE DEFAULT OF YELP
SANCTIONS AGAINST AARON SCHUR, ATTORNEY AND
YELP, INC.; EXTEND DISCOVER DEADLINE TO TAKE DEPOSITIONS
MONETARY SANCTIONS TO TAKE DEPOS, TRAVEL, EXPENSES

-1-

- abusing and intentionally disrupting the Court Ordered Mediation
- 2 Program, for unethical attempts to wear down Plaintiffs Counsel and
- 3 Plaintiffs so as to disrupt this Court's proceedings and that the Court order
- 4 that a new mediation take place and that Yelp, Inc. is placed into a default
- 5 status until the new mediation is accomplished, that Yelp, Inc. and Aaron
- 6 Schur pay to Plaintiffs and counsel all travel expenses for the bad-faith
- 7 mediation and all expenses for the new mediation and that Yelp, Inc. pay
- 8 into the Court's Mediation component the sum of \$75,000 or some other
- 9 sum to deter Yelp, Inc. from bad faith acts in the future.
- 10 This motion is made upon the declaration of Plaintiffs' attorney Daniel A.
- 11 Bernath and the Memorandum of Law and Exhibits thereto.

12 April 15, 2015

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13 Daniel A. Bernath

Declaration of Daniel A. Bernath, attorney for Plaintiffs

- Yelp, Inc's reputation is that it operates an extortion type business against small businesses by placing reviews of restaurants and other small businesses which praise the business into a discrete and hard to reach area on its publication. Yelp, Inc., places the business destroying reviews in prominent places.
- 2. The sales department of Yelp, Inc. then follows up with hints that the good reviews can go back to being seen and the bad reviews can be pushed down if

-2-

1		advertising is purchased from Yelp. The 9 th Circuit, surprising has said that this
2		is merely hard bargaining by Yelp and not extortion. The US Supreme Court and
3		the other Circuits have not yet provided their opinions.
4	3.	Indeed, other judges have not agreed around the country, calling Yelp a species of
5		organized crime. At least two judges have said Yelp, Inc. is the modern day "Mafia."
6	4.	n April 26, 2013, after hearing sworn testimony from a Yelp executive, Trial Judge
7		Peter S. Doft in San Diego California ruled that Yelp uses brazen and audacious
8		extortion techniques against helpless small businesses. The Court also declared that
9		Yelp! twists the law to make it say the exact opposite of settled legal principles. The
10		San Diego Judge stated: "Yelp! is "is the modern-day version of the
11		mafiaI'm just stunned actually I mean, every single bit of settled law is twisted
12		around by [Yelp!]. Everything is twisted around."
13	5.	Also in 2013, Oregon Circuit Court Judge Henry Kantor revealed that Yelp is under
14		investigation by the attorney general and that Yelp, Inc., appears to act like
15		"organized crime." A search of google.com with the words "Yelp Extortion"
16		reveals 76,800 results and "Yelp blackmail" turns up 80,400.
17		Aaron Schur and Yelp, Inc. attempts to drive
18		Plaintiffs' counsel off of this case
19		discourage any other lawyer from suing Yelp, Inc.
20		by filing a complaint with false statements
21		with the California State Bar against Plaintiffs' lawyer

6.	California attorney Aaron Schur, Yelp, Inc. major stockholder, in-house counsel
	for Yelp, Inc. and defendant's counsel on this matter has filed a specious
	complaint against me with the California State Bar. It is a frivolous complaint
	meant merely to wear down Plaintiffs and Plaintiff's counsel and to disrupt these
	proceedings. It is meant to get me to withdraw as counsel for these plaintiffs and
	to discourage any other lawyer from representing Plaintiffs against Yelp, Inc.
	"The cost is too high for lawyers in suing Yelp, Inc.", is the message
	from Yelp, Inc.

- 7. "You will lose your license to practice law if you represent plaintiffs who sue Yelp, Inc." is being broadcast to all lawyers by Yelp, Inc. and Aaron Schur, Esq.
- **8.** As word "on the street" (said Yelp's other lawyer) spread about this hard-ball extreme act by Aaron Schur, Esq. and Yelp, Inc., and seeing how bad this obvious attempt to disrupt these proceedings look for Yelp, Inc., Aaron Schur "withdrew" the bar complaint. But the damage had been done and the "message" by Aaron Schur and Yelp, Inc., to the entire bar of California was received by every California lawyer.
- 9. After Yelp's frivolous complaint to the California Bar, my client Darren Walchesky began to get regular communications from California stating that the lawsuit of Jeung v. Yelp was "illegal" and that he must "fire your lawyer" and "dismiss the case." This has created a wedge between myself and my clients and

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1	is an attempt by Yelp to disrupt this Court's processes to peacefully, wi	thin the
2	law enforce Plaintiffs' rights and obtain their remedies.	
3	10. Simultaneously, my client Jeung, on the of	ther side of
4	the country, began receiving communications from California from a g	government
5	owned email address that she should "fire your lawyer" and "dismiss"	the lawsuit
6	against Yelp as it was "illegal."	
7	11. As to my state of mine; This also has caused me, and other lawyers to	experience
8	fear that this is more than just another lawsuit on behalf of clients but	could cost
9	any lawyer helping Yelp victims to become a victim of Yelp themselves	, created a
10	wedge between myself and my clients and is part of Yelp's campaign to)
11	undermine this collective action through any means, legally or again,	ısing their
12	extortionist and terrorist model against any one who brings them to C	ourt.
13	(Judges Kantor and Dolf both called Yelp the "modern day version	ı of the
14	mafia", organized crime, the target of Attorney General's investigation	n, etc.)



OFFICE OF THE CHIEF TRIAL COUNSEL ENFORCEMENT Jayne Kim, Chief Trial Counsel

845 SOUTH FIGUEROA STREET, LOS ANGELES, CALIFORNIA 90017-2515

TELEPHONE: (213) 765-1000 FAX: (213) 765-1318 http://www.calbar.ca.gov

DIRECT DIAL: (213) 765-1616

March 13, 2015

Sent via US mail and email: UssYorkTownCVS10@yahoo.com

Daniel Bernath 1319 Kingswood Ct. Fort Myers, FL 33919

Re:

Case Number:

13-0-14986

Complainant:

AAron Schur

Dear Mr. Bernath:

The State Bar received a complaint from Aaron Schur alleging the following:

On or about 7-20-13, you created the website, www.yelpclassaction.info. Between July 2013 to 1-1-14, you improperly solicited clients when you identified yourself as an attorney, while you were on Inactive status. You also used social media, such as www.Linkedin.com and www.facebook.com to advertise your services as an attorney to prospective clients in California (attached). By improperly soliciting clients, you engaged in the Unauthorized Practice of Law (UPL).

Additionally, you also created an account on Yelp under the pseudonym *Alan Smithee*, using the screen name, "Alan S" and identified yourself as an attorney on 7-5-13 (attached).

Your written response to these allegations along with any supporting documentation is requested. <u>All</u> documents that you send to the State Bar, whether <u>copies or originals</u>, become State Bar property and are subject to destruction. In addition, please provide the information requested below and legible copies of referenced documents:

- Please provide a copy of <u>www.yelpclassaction.info</u> website from the time of its creation to present, including all changes made to the website.
- 2. Why did you identify yourself as an attorney prior to 1-1-14 when you were on Inactive status?
- 3. What was the purpose of the yelpclassaction info website?
- 4. Please explain why you provided legal advice to "Yelp Memphis" on the attached documents.
- 5. Please explain why you identified yourself as a "Lawyer" on the attached Yelp Admin page?

- 6 -

- 12. I told the State Bar I did not post violate any bar rules, I did not give legal advice,
 I did not post any such statements to Yelp, Inc.
 - 13. Yelp, Inc. was making it so expensive to represent clients against Yelp, Inc., that no lawyer would risk his bar membership for clients. Thus, Aaron Schur and Yelp, Inc. have violated the California Rules of Professional Conduct which instructs California lawyers to not refuse representation to clients who may have unpopular causes, or in this instance, a defendant who uses mafia type tactics which are an offense to this Court's proceedings.
 - 14. Yelp founding father, Yelp major stockholder and in-house legal counsel, Aaron Schur, using its massive and superior knowledge of the internet and internet technology, posted something from an "Alan Smithee", attributed that publication by Yelp, Inc. to me and then filed the false and frivolous charge against me with the California Bar. This, again, as part of Yelp's practice as outlined by a California judge and Oregon judge as acting as the "mafia" to win by any technique or unethical antics.
 - 15. Yelp, Inc.'s and Aaron Schur's technique is that now, no matter what I say on behalf of my clients, no matter how I conduct myself, no matter what I file in this case, that Yelp, Inc. and Aaron Schur will file another frivolous complaint against me with the California Bar **so as to make me timid** in prosecuting to obtain the wages that Yelp, Inc. has taken from my clients through their clever misclassification of these plaintiff writers.

1	Yelp's disrupting the Court Ordered Processes
2	Attempting to delay or destroy the mediation
3	as Yelp prematurely reported this Judge
4	to the Chief Judge for not ruling on
5	Yelp's motions
6	16. The Court ordered this matter to mediation.
7	17. We were then required to choose a date for the mediation. I, as Plaintiffs' counse
8	said that I was ready now in the next few weeks.
9	18. Yelp insisted that the mediation take place as far into the future, demanding a
10	mid June date in 2015.
11	19. I of course protested this tactic of Yelp, Inc.
12	20. The mediator had to step in and remind the parties
13	that he was ordered to complete the mediation as soon as practicable and then
14	gave several dates-some soon but the <u>last</u> date he suggested was April 14, 2015.
15	21. I, plaintiffs' counsel agreed to that date so as to get the case moving but
16	requested that it be set forward by one week because on the week following April
17	14, 2015, I have to attend a seminar in Florida of two days.
18	22. Without explanation, Aaron Schur, Yelp, Inc. et al.,
19	refused to stipulate to any other date but April 14, 2015.
20	23. Thereafter defendant then dropped a premature and
21	thus false "Joint Statement" on me to sign which stated that the Court was tardy
22	in ruling on Yelp's motion and this must go to the Chief Judge.

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MOTION TO TAKE DEFAULT OF YELP
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YELP, INC.; EXTEND DISCOVER DEADLINE TO TAKE DEPOSITIONS
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1	24.	I noted that said Notice of Tardiness to this
2	Hono	rable Judge to the Chief Judge was premature under local rules but Yelp
3	barge	d ahead anyway so as to disrupt the mediation. Yelp was intent on filing the
4	Tardy	Demand Notice BEFORE the mediation.
5	25.	I signed the joint statement but added words above
6	my sig	gnature that Yelp, Inc. had intentionally pushed this mediation as back as
7	possil	ole to disrupt the mediation process ordered by the Court. This bad act by
8	Yelp,	Inc. so as to trigger the "Joint Notice" where they wanted the Chief Judge to
9	chasti	se this judge for being tardy on deciding Yelp's frivolous but voluminous
10	motic	ons, prior to the mediation so as to disrupt the mediation.
11	26.	Defendant's counsel refused to file the Joint
12	State	nent!
13	27.	Instead (contrary to the rules) Yelp, Inc. filed a
14	separ	ate statement whereby they informed the Chief Judge that the instant judge
15	was ta	aking too long in ruling on Yelp's motions and never made a mention of why
16	I had	not signed the statement, thus deceiving this Court again by failing to
17	disclo	se all facts.
18	28.	Yelp made no mention that I had signed the joint
19	stater	ment so to further disrupt these proceedings, Yelp, Inc., deceitfully, made it
20	appea	ar that I refused to sign the joint statement.
21	29.	Thereafter, Yelp Inc. but filed another statement that
22	was r	equired to be Joint. Yelp, this time, to further deceive this court and disrupt

1	these p	proceedings, said that its other voluminous but frivolous motions had not
2	been r	uled upon.
3	30.	Yelp never even contacted me for my signature as
4	they w	ent off to the Chief Judge to so inform, thus leaving the deceitful
5	impres	ssion that I had refused to sign the second Joint Statement.
6	31. In fact	, Yelp merely filed the Joint Statement but never even told me. I was told
7	of this	latest Notice to the Chief Judge only when I received Notice from Pacer
8	that th	ere was "new activity" in this case.
9	32.	Yelp, refused to change the mediation date to any
10	other o	date and gave no reason whatsoever, thereby disrupting my meet-and-
11	confer	with Yelp, Inc., to take the deposition of the percipient witness Jeremy
12	Stoppe	elman and the Vice President in charge of controlling the unpaid writers.
13	33.	Indeed, Yelp, Inc. was playing this shell game in the
14	meet-a	and-confer negotiations I was making with Yelp, Inc. Yelp, Inc. sought to
15	deceiv	e and did in fact deceive by stating that if I indeed carry about my
16	reasor	nable request to take the depos of the two officers of Yelp on the day after
17	the me	ediation as all attorneys were together at the time that such a request would
18	poisor	the mediation.
19	34. In fact	t, this was another deception by Yelp, Inc. and interference with the Court's
20	proces	ses as Yelp said firmly that it offered nothing, that it was always their view
21	and w	ould always be their view and nothing I could or could not do to
22	strea	mline the litigation would have any effect on this stone wall

1	/sc	orched earth, litigation tactic. Yelp thus deceived, myself, an Officer of
2	the	Court as part of its scorched earth litigation tactics.
3	35.	Yelp, Inc.'s attorney has telegraphed that the Notice
4	and	discovery etc., must be better than perfect or he will file a motion to quash on
5	any	perceived technical error to disrupt the discovery process as well and that I
6	can	expect no cooperation or professional courtesy to smooth along this litigation
7	to e	ease the burden on the US District Court.
8	36.	The mediation was set for a deposition company's
9	con	ference rooms in Irvine and to be economical with my clients money, with
10	Yel	p's schedule and to not wear me down by multiple trips cross country, I gave
11	Not	tice to take the deposition of these two at the deposition company in Irvine
12	whe	ere all the lawyers would be present from the day before.
13	37.	Yelp, Inc. absolutely refuses and promised several
14	friv	olous motions including an "Apex Motion" stating that Stoppelman, (even
15	tho	ugh Stoppelman personally fired and supervised writers, set up systems to
16	ma	nipulate reviews, instructed writers who and whom they could not write
17	abo	out, etc.), could not have his deposition taken. He is a percipient witness that
18	had	l unique knowledge of the facts.
19	38.	Even though I attempted to informally resolve this
20	for	the economical savings of judicial economy and in both money and wearing
21	me	down, Yelp, Inc. refused. Its attorney promised the frivolous motions,
22	sigi	naled a scorched earth litigation tactics, to slow things down the Court's

1	proces	ses further and stated that they would not "produce " these percipient
2	witnes	ses without some litigation fight.
3	39.	Just prior to the mediation (which defendant Yelp,
4	Inc. in	sisted be done on April 14, 2015 without any changes), Yelp, Inc. attorney
5	Aaron	Schur informed the mediator that he was just not going to come! He said
6	that he	e had an "immovable" appointment that defendant's opinion took
7	preced	ence over a Court ordered mediation. (Please recall that Yelp, Inc. insisted
8	and ca	used the mediator to threaten withdraw from this case and the mediation
9	proces	s if Yelp would not agree to a date and Yelp, Inc. insisted on April 14, 2015,
10	the da	te of this mysterious and more-important-than-the-Court's Ordered
11	media	tion.)
12	40.	I observed that Aaron Schur had no such
13	"immo	ovable" appointment where he could defy a US District Court Judge's
14	Order.	Now does the word "immovable" appear in the Court's Rules to blow-off a
15	Court	Order. Aaron Schur had no such appointment.
16	41.Indeed	l, I saw the deposition company office staff scurry around to install a
17	speake	er phone and Aaron Schur appeared at all times that way and there was no
18	"immo	ovable" appointment of mysterious urgency, more important than obeying a
19	Court'	s Order to facilitiate the conduct of the Court's business.
20	42.	Aaron Schur appears to have just blatantly lied to the
21	Court'	s mediator, and thus to this Court, when he said he could not be there
22	becaus	se of the mysterious "immovable" appointment.

1	43.	requested this particular mediator because of his
2	experier	ce with wage and classification collective actions. He even lectures other
3	lawyers	for CEB on wage collective actions and has produced a practice guide to
4	assist FI	LSA lawyers and others.
5	44.	As such, I told Schurr and Yelp, Inc. that this
6	mediato	r was thus superior to any other panel mediator as my clients and their
7	client Ye	elp, Inc., would give his word great weight given his respect and
8	knowled	lge in this area of the law.
9	45.	Drawing on this experience at mediation and this
10	wage, m	isclassification of workers area of the law, the mediator stated to all of us
11	that bec	ause these wage collective actions are so detailed that he could not appear
12	for only	half a day. He then said that he would do it for a full day and we would
13	have to	pay a few thousand dollars extra for the longer uses of the 2 or 3
14	conferer	nce rooms, lunch, his time, etc.
15	46.	But, this was all another trick and disruptive tactic
16	by Aaro	n Schur and Yelp, Inc. to wear down and discourage plaintiffs and
17	plaintiff	s' counsel from continuing with the lawsuit and running up plaintiffs
18	costs (p	laintiffs are mere working class people laboring at or above subsistence
19	level but	t have to pay costs of this litigation as against the "Billion Dollar
20	Bully"	title of documentary movie being produced about Yelp, Inc.).
21	47.	Yelp, Inc., stated earlier that if I insisted on my
22	econom	ical plan of taking the deposition of Stoppelman and the other executive

1	in the same building, with all lawyers present from the mediation the day before
2	that he would make a motion to quash and "would not produce" the
3	witnesses.
4	48. The mediation: it was all part of the scheme by the "mafia" "Billion Dollar
5	Bully", styled Yelp, Inc. to wear down plaintiffs and plaintiffs' counsel. We
6	starting at 9:30 a.m. according to Notice.
7	49. He had a firm grasp of our positions and ferried between our conference rooms.
8	Alas, by noon, the mediator told me that their offer was zero. The mediator told
9	me that he had a firm grasp of each sides position and valiantly stuck to his duties
10	to find a middle ground but Yelp, Inc. with Aaron Schur, present only by speaker
11	phone with no "immovable appointment" said again that they would pay zero for
12	the labors the writer-plaintiffs had produced for "Billion Dollar" defendants.
13	50. Without revealing any confidential details of what the mediator told plaintiffs, we
14	went away after his useful efforts feeling that this case had merit, that the facts fit
15	precedent and that were thus confident of proceeding, in spite of the many
16	attempts of Yelp, Inc. to threaten and discourage plaintiffs and counsel.
17	51. Thus, the mediator could have taken place within a minute, by video conference
18	or some other means. But Yelp, Inc. had all along, as a disruptive litigation tactic,
19	merely intended to wear down plaintiffs and plaintiffs' counsel, run up plaintiffs'
20	costs to win by attrition and discourage any other lawyer from suing Yelp, Inc. on
21	behalf of a harmed plaintiff.

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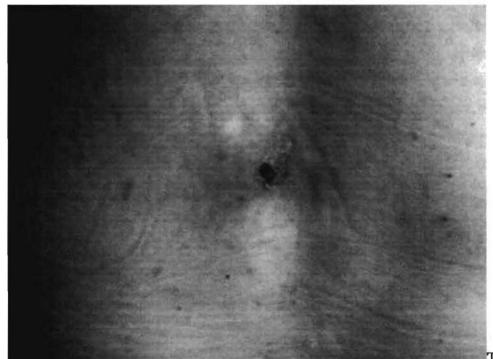
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- 52. The mediator told me that he had to give up a full day of his professional time to use his considerable skills on our and the Court's behalf.
 - 53. The mediator gave up his professional time and traveled from his "small mission town" near San Diego to the mediation even though the mediation was a failure and engineered by Yelp, Inc. as such to be as damaging to Plaintiffs and plaintiffs' counsel as possible.
- 54. <u>Defendant's successful actions to wear down Plaintiffs and run up</u>
 <u>litigation costs:</u> I will be 66 years old this year. I have been a member of the
 US District Court bar for 30 years.
- 55. I am 100% US Navy service connected disabled and limit my law practice because of this.



The stress

- 15 -

that Yelp caused to me, intentionally, caused for an outbreak of painful shingles.

1	My shingles manifested in skin outbreaks along bands on my left side of my torso
2	and my skin to break open as if I had been stabbed, above my spinal column. Of
3	course, I could have requested that the mediation take place at a time when the
4	shingles had passed but Yelp's litigation strategy would have them sneeringly
5	deny any such request. Therefore, I flew from Ft Myers Florida to Irvine
6	California in severe pain.
7	57. I walked from John Wayne Airport to the deposition conference rooms, for a total
8	of 40 minutes in this pain. I could locate no transportation and the busses in
9	Irvine run every hour or so.
10	58. I was in pain during the morning but again, a good and professional lawyer will
11	soldier through for his clients regardless of personal infirmities.
12	59. As Yelp, Inc., revealed its disruptive mediation tactics at about noon and as a bus
13	to the airport comes around every hour or so, I again walked, in pain back to
14	John Wayne Airport. Even though aware of my age, the pain from the walk from
15	the airport, my brother counsel for Yelp, Inc., refused to and did not offer me a
16	ride to the airport-which would have taken him 5 minutes on his way back to
17	Pasadena.
18	60.I thus walked back to the airport, dragging my notes in a roller deployed luggage
19	and other objects in the noon-day-Sun for 45 minutes or so.
20	61. As the mediation was revealed to be a Yelp, Inc., mockery so early in the day, I sat
21	at the airport for 5 hours on the hard seats in pain. I had to sit sideways as the
22	Shingles sores are directly on my spine.

- 16 -

1	62. I then flew from Santa Ana,
2	to Phoenix,
3	to Charlotte and then to
4	Ft Myers Florida.
5	63. I arrived at 9 a.m., having left California at about 8 p.m. the day before
6	after waiting in the airport all afternoon and into the evening.
7	64. The walking from the airport to the deposition conference rooms and back took
8	appoximately 2 hours. The walking from one distant gate to the other also took a
9	long time.
	65. I estimate that on the day of the disruptive mediation I have walked seven miles in extreme pain and exhausted. The forced marching to carry out this Honorable Court's Order and on behalf of my clients, caused me to develop a blister, right foot, big toe. 66. Indeed, when I got
17	on the shuttle bus to take me to my car in the Ft Myers parking lot, because of my
18	fatigue, I was bent over at my back and my leg would not go up high enough and I
19	stumbled on the steps.
20	67. My head was set to impact the floor of the bus but the driver quickly sprang up

and caught me and said, "I got ya, old timer!"

1	68. After I survived this Yelp, Inc. and Schur engineered ordeal, I noticed that both
2	my feet and ankles exhibit numbness, (as if I were wear boots even though I am
3	actually wearing no socks and short pants). My primary care physician at
4	Veterans Affairs is concerned and has set up an appointment to exam if my
5	ordeal has permanently harmed me.
6	69. I informed Aaron Schur and Yelp, Inc. that I was bringing this motion for
7	disrupting the mediator process and cited them the authorities cited here as well.
8	
9	YELP, INC. CONTACTING RELATIVES OF PLAINTIFFS TO
10	URGE FAMILY MEMBERS OF PLAINTIFFS TO
11	DEMAND THAT PLAINTIFFS DISMISS LAWSUIT AGAINST DEFENDANT
12	OR THEIR BUSINESSES WILL BE DESTROYED OR DISRUPTED
13	BY DEFENDANT YELP, INC.
14	
15	70. I therefore move this Court for the sanction that Yelp, Inc. be placed in a default
16	status,
17	71that another mediation take place at Yelp,Inc.s expense for Plaintiffs' travel,
18	hotel, etc., at a Los Angeles airport hotel to take Yelp, Inc. out of default,
19	72. That the discovery cut off be extended until after the deposition of the
20	two Officers of Yelp be concluded and that Yelp for all those costs for
21	the new mediation, the travel back to LAX for the depositions,
22	73. That Yelp, Inc. (a multi million dollar company, the subject of a documentary
23	titled "Billion Dollar Bully", where the founding fathers have sold stock of

MOTION TO TAKE DEFAULT OF YELP
SANCTIONS AGAINST AARON SCHUR, ATTORNEY AND
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- \$85,000,000 according to SEC filings) pay into the Court's Mediation and Operating budget the sum of \$85,000.
- 3 I declare under penalty of perjury that the foregoing is true and correct and that this
- declaration is of my own personal knowledge and was made at Ft Myers Florida 4. 16,

5 2015

7 Daniel A. Bernath

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1 2 3 4	Daniel A. Bernath, California Bar 116636 <u>ussyorktowncvs10@yahoo.com</u> Mailing: 1319 Kingswood Ct., Ft Myers FL 33919 503 367 4204
5	
6	Attorney for Plaintiffs and those similarly situated
7	
8	
9 10 11	UNITED STATES DISTRICT COURT CENTRAL DISTRICT OF CALIFORNIA
12 13 14 15 16 17 18 19 20 21 22 23 24 25 26	Lily Jeung, Amy Sayers, and Darren) No. CV14-06223 FMO (ASX) Walchesky, on behalf of themselves **SUPPLEMENTAL DECLARATION** and all others similarly situated Motion to take Default of Yelp, Inc. Motion for monetary sanctions against Yelp, Inc. and in-house Aaron Schur, Plaintiffs, Motion that deposition of CEO Jeremy Stoppeman and Vice President controlling writers Yelp, Inc. Defendant Ordered, Yelp, Inc. pays
27	Declaration of Daniel A. Bernath, attorney for Plaintiffs
28	More unethical conduct by Yelp, Inc., defendant
29	1. Yelp's complaint against me to the California State Bar has triggered Senior State Bar
30	attorney Erin Joyce (who gave her State Bar telephone number of 213 765 1316) to
	*

*SUPPLEMENTAL DECLARATION**
MOTION TO TAKE DEFAULT OF YELP
SANCTIONS AGAINST AARON SCHUR, ATTORNEY AND
YELP, INC.; EXTEND DISCOVER DEADLINE TO TAKE DEPOSITIONS
MONETARY SANCTIONS TO TAKE DEPOS, TRAVEL, EXPENSES

- 1 -

1	directly contact my client Lily Jeung by telephone AT HER JOB thus placing
2	plaintiffs' job in jeopardy.

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- 2. My client does not waive any attorney client communications, now and forever, in the Yelp instigated frivolous complaint and will not speak to Erin Joyce or any other attorney or person at the California State Bar, as Yelp explore every unethical avenue to disrupt the Court's processes.
- 3. It appears that Yelp, Inc. has provided the State Bar discipline trial lawyer with my client's work telephone number from Yelp's records and as a violation of my client's privacy rights and did this to put Lily Jeung's job in jeopardy. This unethical pressure against plaintiff, so that my client will wish to withdraw from the case rather than have to deal with the California State Bars intrusiveness into her life, along with Yelp's blatant attempt to disrupt her family life (see below).

Defendant Yelp, Inc.'s ongoing attempts to disrupt the Jeung family

And successful actions to damage Plaintiffs' uncle's businesses

- Lily Jeung, plaintiff has an uncle who owns and operates a restaurant and a medium sized market.
- 5. Yelp, Inc. operatives have falsely stated that Lily owns the restaurant and the market.

 She has no interest in those businesses whatsoever and is a woman who works for an employer.

-2-

1	6.	Yelp, Inc. operatives have contacted Lily Jeung's Uncle and convinced him that because
2		of Lily Jeung's efforts to be paid for her labors for Yelp that his restaurant and market
3		have been "boycotted" by Yelp "Elites" and other followers of this cult-like Yelp.
4	7.	Lily's uncle, being urged to do so by Yelp, Inc. personnel, has passed along Yelp's
5		threatening message that Lily Jeung must drop this lawsuit for back wages and that
6		because Lily is use this legal process to get what is owed her that Lily is "making
7		trouble for the family" and "causing drama" and is hurting her Uncle's
8		business. Yelp has convinced the Uncle that going to court to settle disputes is "stirring
9		the pot" and that plaintiff Lily Jeung should "just let it go" because the wages
10		recovered from Yelp in this lawsuit will be very small compared to the Jeung businesses
11		being forced into failure and bankruptcy.
12	8.	Yelp operatives have also told Lily's Uncle several lies about Lily to draw a wedge
13		between the family members.
14	9.	Yelp operatives have told Lily's family members that Lily plagiarized her writings, all in
15		an attempt to make Lily look bad to her family.
16	10	Lily's uncle will not even speak to Lily because of Yelp's
17		disruptions within the Jeung family, which Yelp has convinced the Uncle is "stirring the
18		pot" and causing customers to boycott his restaurant and market.
19		a. Thus, Yelp continues its mafia like techniques
20		to drive a wedge between plaintiffs' counsel and plaintiffs;
21		b. cause Lily Jeung to become discouraged and let the theft of her services go un-
22		remedied,

*SUPPLEMENTAL DECLARATION**

MOTION TO TAKE DEFAULT OF YELP

SANCTIONS AGAINST AARON SCHUR, ATTORNEY AND
YELP, INC.; EXTEND DISCOVER DEADLINE TO TAKE DEPOSITIONS
MONETARY SANCTIONS TO TAKE DEPOS, TRAVEL, EXPENSES

cause the Jeung family to be torn apart. 1 d. Make the use of this Court so burdensome to plaintiffs' counsel, having to defend 2 against the Yelp frivolous California State Bar complaint that I, and any other 3 attorney would think-twice before suing Yelp, Inc. 4 11. Plaintiffs' family business is hurting financially now and Plaintiffs' uncle blames Yelp's 5 boycotting of the Jeung businesses. Yelp is doing this boycott and defamation about the 6 Jeung family because it mistakenly believes that the restaurant and market is owned by 7 Plaintiff Lily Jeung-it is not. She has no interest in that business of any degree. Even if 8 she did, Yelp, Inc. may not drive a restaurant and a market out of business because a 9 person uses this Court to enforce her rights and seek her remedies for having her labors 10 stolen. 11 12. The only way that the Yelp operatives (aka as "Billion Dollar Bully") could make the 12 assumption that plaintiff Lily Jeung owns any business is by searching business filings 13 and records that a Jeung owns the businesses and then incorrectly assuming that <u>a</u> Jeung 14 is a Jeung-thus beginning their mafia like attack on the market and restaurant. 15 16 I swear under penalty of perjury that the foregoing is true and correct. 17 I swear under penalty of perjury on 4.16.2015 that have served this motion upon Yelp, 18 Inc. by and through their counsel but also by US Mail to: 19 Aaron Schur, Attorney at Law 20 Yelp, Inc. 21 140 New Montgomery St 22 Fl 9. 23 SAN FRANCISCO CA 94105-3705 24 25 26 -4-*SUPPLEMENTAL DECLARATION**

*SUPPLEMENTAL DECLARATION**
MOTION TO TAKE DEFAULT OF YELP
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1 2	Memorandum of Law
3	Sanctions and moving the discovery cut off until the deposition of two
4	Yelp executives are concluded is well within this Court's powers to
5	regulate its processes, including mediation
6	
7	• Defendant lied to the Court's mediator about its "immovable"
8	appointment that took precedence over a Court Order from this Court
9	• Defendant has undertaken a unethical campaign to wear down plaintiffs
10	and plaintiffs' counsel by filing false charges against plaintiffs' counsel
11	with the California Bar,
12	• Stating that the one minutes worth of mediation would take "all day"
13	thereby disrupting the Court's mediator's calendar and other mediations
14	for Courts,
15	• demanding that the mediation be set up after the time that their motions
16	would trigger a Notice to the Chief Judge, to thus disrupt the mediation,
17	• refusing to stipulate to a new date for mediation so Plaintiffs' counsel
18	could attend a weekend seminar in Florida, but for no other reason but to
19	disrupt plaintiffs' counsel,
20	• Lied to this Officer of the Court that taking a required deposition would
21	poison the mediation when in fact Yelp's position was scorched
22	earth/stone walling/zero offer now and forever.

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- "Courts have not hesitated, sometimes sua sponte, to sanction a party that did not
- 2 abide by certain fundamental courtesies hat went beyond filing the required documents
- and showing up with the proper representatives"1:
- 4 "While [it has been] suggested that, as a matter of law, the Court is powerless to
- 5 sanction parties for actions relating to settlement and mediation conferences, plainly
- 6 under Rule 16 this is not correct. Quite the contrary, it is well settled that Rule 16 "is the
- y usual vehicle for imposing coercive or punitive sanctions in these circumstances."
- 8 O'Donnell v. Pennsylvania Department of Corrections,
- 9 2011 U.S. Dist. LEXIS 11438, *18 (M.D. Pa. Feb. 4, 2011) (quoting Taberer v. Armstrong
- 10 World Industries, Inc., 954 F.2d 888, 892 n.3 (3d Cir. 1992)).

- 13 Defendant's unenlightened corporate policy of 'we never pay' imposes unnecessary
- burdens on the resources of this court, and grossly violates both letter and spirit of this
- court's ADR plan." See Acquisto v. Manitowoc Fsg Operations, 2012 U.S. Dist. LEXIS
- 16 144055, *8 (W.D.N.Y. Aug. 1, 2012).

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- "If your client is taking a no-pay position, let everyone know well before the
- 18 mediation" (Forer) ("Had [defendant] told me it had considered the case and was
- unequivocally at a 'no pay' position, I would have cancelled the conference.").

- 21 -

¹ Can Sanctions be Applied for Bad Faith in Court-Ordered Mediation? By Charles F. Forer, Esquire

- "Do not jerk the other side around"². See, e.g., HSBC Bank USA v McKenna, 952 N.Y.S.
- 2 2d 746, 766 (Sup. Ct. 2012) ("the Court finds sufficient support in the record for [the]
- determination that [lender] failed to 'negotiate in good faith' with respect to
- 4 [borrower's] second proposed short sale in failing to promptly approve the sale, in
- 5 unnecessarily prolonging and delaying the review and approval process, and in
- 6 obtaining successive appraisals that became the basis for increased demands, all without
- any showing that its conduct was likely to yield a higher net return through a delayed
- 8 foreclosure sale") (citation omitted).

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10 See, e.g., Texas DOT v. Pirtle, 977 S.W.2d 657, 658 (Tex. App. 1998) ("... the DOT

- attended the mediation but refused to participate. . . . We find that it is not an abuse of
- discretion for a trial court to assess costs when a party does not file a written objection
- to a court's order to mediate, but nevertheless refuses to mediate in good faith.").

Daniel A. Bernath 4.16.2015

I swear under penalty of perjury on 4.16.2015 that have served this motion upon Yelp, Inc. by and through their counsel but also by US Mail to:

Aaron Schur, Attorney at Law

Yelp, Inc.

140 New Montgomery St

Fl 9.

SAN FRANCISCO CA 94105-3705

² Charles F. Forer is a member in the Philadelphia office of Eckert Seamans Cherin & Mellott, LLC, where he practices all types of Alternative Dispute Resolution, both as a neutral and as counsel to parties engaged in ADR. He is a former cochair of the Philadelphia Bar Association's Alternative Dispute Resolution Committee.